Attorney Docket No.: WARF-0002

Inventors: Laughon, Allen S.

Serial No.: 09/810,385 Filing Date: March 16, 2001

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This listing of claims will replace all prior versions, and listings, of claims in the application:

Listing of Claims:

Claim 1. (currently amended): A method for identifying compounds that directly interact with a Smad protein or a Smad protein co-repressor to prevent protein-protein or protein-DNA interactions required for repression of transcription induced by TGF- β , activin or bone morphogenetic protein signaling in cells comprising:

- (a) determining a first level of transcription detected in cells in the presence of a complex of containing interacting proteins comprising a Smad protein, a Smad protein co-repressor and a CtBP protein before addition of a test compound;
 - (b) contacting said cells with the test compound; and
- (c) determining a second level of transcription detected in cells in the presence of a complex of containing interacting proteins comprising a Smad protein, a Smad protein co-repressor and a CtBP protein after addition of the test compound, wherein a decrease in the level of repression of transcription induced by the presence of the complex of in cells containing interacting proteins comprising the Smad protein, the Smad protein co-repressor and the CtBP protein is indicative of the ability of the test compound to interfere with transcriptional repression and to prevent repression of transcription that is produced by a TGF- β , activin or bone morphogenetic protein signal in cells.

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Claim 2. (currently amended): The method of claim 1 wherein transcription levels both before and after addition of the test compound are detected in cells in the presence of containing a Smad protein, a CtBP protein, and a Smad co-repressor protein selected from the group consisting of Evi-1, TGIF, SIP1, and Schnurri.

Claim 3. (original): The method of claim 1 wherein the Smad protein is *Drosophila* Mad or Medea.

Claim 4. (previously presented): The method of claim 1 wherein the CtBP protein is dCtBP, CtBP2 or a homologue of dCtBP.

Claims 5-8 (canceled).